



**Fiscal Estimate Narratives**

**COMM 1/5/2006**

LRB Number <b>05-3688/1</b>	Introduction Number <b>SB-483</b>	Estimate Type <b>Original</b>
<b>Description</b> An income and franchise tax credit for sales and use taxes paid on the purchase of Internet equipment used in the broadband market		

**Assumptions Used in Arriving at Fiscal Estimate**

This bill requires Commerce to certify businesses as eligible for the Internet Equipment Credit and allocate tax credits to those businesses. This certification activity will not be ongoing; it will take place on a one-time basis starting 30 days after the effective date of the bill and ending on the first day of the seventh month after the effective date. Commerce must then send the list of certified businesses to the Joint Committee on Finance under a 14-day review process, prior to notifying the Department of Revenue of its certifications and determinations.

Since the activities required under the bill will be one-time in nature, Commerce will be able to accomplish its responsibilities within current resources.

**Long-Range Fiscal Implications**